

## Message Text

UNCLASSIFIED

PAGE 01 STATE 003558

70

ORIGIN ARA-10

INFO OCT-01 ISO-00 EB-07 TRSE-00 AGR-10 CEA-01 CIAE-00

COME-00 DODE-00 FRB-01 H-02 INR-07 INT-05 L-03 LAB-04

NSAE-00 NSC-05 PA-02 AID-05 CIEP-02 SS-15 STR-04

TAR-01 USIA-15 PRS-01 SP-02 OMB-01 FEA-01 XMB-04 /109 R

DRAFTED BY ARA-LA/BR:THSHUGART:DB

APPROVED BY ARA-LA/BR:RWZIMMERMANN

EB/OT/STA:MJONES(SUBS)

TREASURY:HSHELLEY(SUBS)

----- 008682

P 072041Z JAN 76

FM SECSTATE WASHDC

TO AMEMBASSY BRASILIA PRIORITY

INFO AMCONSUL RIO DE JANEIRO PRIORITY

AMCONSUL SAO PAULO

AMCONSUL PORTO ALEGRE

UNCLAS STATE 003558

E.O. 11652: N/A

TAGS: ETRD, BR

SUBJECT:COUNTERVAILING DUTY ON LEATHER HANDBAGS

REF:A. STATE 1989, B. MARSHALL-SHUGART TELCON

1. EMBASSY MAY WISH TO DRAW ON FOLLOWING INFO IN RESPONSE  
TO INQUIRIES CONCERNING CVD ON BRAZILIAN LEATHER HANDBAG  
EXPORTS TO THE U.S. ANNOUNCED JANUARY 5.

2. THE EFFECTIVE TARIFF RATE FOR BRAZILIAN LEATHER  
HANDBAGS IS NOW 24 PERCENT (TEN PERCENT TARIFF RATE PLUS  
FOURTEEN PERCENT CVD).

UNCLASSIFIED

UNCLASSIFIED

PAGE 02 STATE 003558

3. BRAZIL'S EXPORTS TO THE U.S. AMOUNTED TO DOLS.5.2 MILLION

IN 1974, WHICH REPRESENTS 8.8 PERCENT OF BRAZIL'S TOTAL EXPORTS OF DOLS. 59 MILLION IN THIS PRODUCT CATEGORY. ACCORDING TO DATA PROVIDED BY THE U.S. NATIONAL HANDBAG ASSOCIATION, IN 1974 BRAZIL WAS THE SIXTH LARGEST EXPORTER OF THIS PRODUCT TO THE U.S., FOLLOWING HONG KONG (DOLS 20.4 MILLION), TAIWAN (DOLS. 15.9 MILLION), KOREA (DOLS. 13.1 MILLION), LEBONAN (DOLS. 11 MILLION), AND SPAIN (DOLS 6.1 MILLION). NO CVD INVESTIGATIONS OF OTHER MAJOR SUPPLIERS WERE CARRIED OUT BY THE U.S. TREASURY SINCE THE NATIONAL HANDBAG ASSOCIATION FILED A PETITION ONLY AGAINST BRAZIL.

FYI:THE ASSOCIATION SUBMITTED ITS COMPLAINT IN OCTOBER. 1974, FOLLOWING THE LEVYING OF THE CVD AGAINST BRAZILIAN LEATHER FOOTWEAR THE PREVIOUS MONTH. IT THEREFORE APPEARS THAT THE ASSOCIATION ACTED ONLY AGAINST BRAZIL BECAUSE IT FELT THE LIKELIHOOD OF OBTAINING A POSITIVE FINDING OF GOB BOUNTIES AND GRANTS WAS BEST CONSIDERING THE RESULTS OF THE FOOTWEAR INVESTIGATION. KISSINGER

UNCLASSIFIED

NNN

## Message Attributes

**Automatic Decaptoning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** LEATHER, COUNTERVAILING DUTIES  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 07 JAN 1976  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** n/a  
**Disposition Approved on Date:**  
**Disposition Authority:** n/a  
**Disposition Case Number:** n/a  
**Disposition Comment:**  
**Disposition Date:** 01 JAN 1960  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1976STATE003558  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** LA/BR:THSHUGART:DB  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Film Number:** D760005-0805  
**From:** STATE  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1976/newtext/t19760178/aaaacrvv.tel  
**Line Count:** 78  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Office:** ORIGIN ARA  
**Original Classification:** UNCLASSIFIED  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:** n/a  
**Previous Classification:** n/a  
**Previous Handling Restrictions:** n/a  
**Reference:** 76 STATE 1989  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** castelsl  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 22 JUN 2004  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <22 JUN 2004 by barnescd>; APPROVED <17 AUG 2004 by castelsl>  
**Review Markings:**

Margaret P. Grafeld  
Declassified/Released  
US Department of State  
EO Systematic Review  
04 MAY 2006

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** COUNTERVAILING DUTY ON LEATHER HANDBAGS  
**TAGS:** ETRD, BR  
**To:** BRASILIA  
**Type:** TE  
**Markings:** Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 04 MAY 2006